



OFFICE OF THE UNDER SECRETARY OF DEFENSE  
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WASHINGTON, DC 20301-3000

APR 19 2019

MEMORANDUM FOR COMMANDER, UNITED STATES CYBER COMMAND  
(ATTN: ACQUISITION EXECUTIVE)  
COMMANDER, UNITED STATES SPECIAL OPERATIONS  
COMMAND (ATTN: ACQUISITION EXECUTIVE)  
COMMANDER, UNITED STATES TRANSPORTATION  
COMMAND (ATTN: ACQUISITION EXECUTIVE)  
DEPUTY ASSISTANT SECRETARY OF THE ARMY  
(PROCUREMENT)  
DEPUTY ASSISTANT SECRETARY OF THE AIR FORCE  
(CONTRACTING)  
DIRECTORS OF THE DEFENSE AGENCIES  
DIRECTORS OF THE DOD FIELD ACTIVITIES

SUBJECT: Purchase Card On Line System Data Mining Case Closure, Phase 2 – SP3 Transition  
Memorandum #7

- References: (1) OUSD(A&S) DPC CeB memorandum, "Award of DoD SmartPay®3 Government Purchase Card Tailored Task Orders," August 28, 2018  
[https://www.acq.osd.mil/dpap/policy/policyvault/8.27.18\\_SP3\\_transition\\_signed\\_memo\\_dpc.pdf](https://www.acq.osd.mil/dpap/policy/policyvault/8.27.18_SP3_transition_signed_memo_dpc.pdf)
- (2) OUSD(A&S) DPC CeB memorandum, "Mandated Closure of Purchase Card On Line System Data Mining Open Cases – SP3 Transition Memorandum #2," October 11, 2018  
<https://www.acq.osd.mil/dpap/pdi/pc/docs/SmartPay3/Mandated%20Closure%20of%20Purchase%20Card%20on%20Line%20System%20Data%20Mining%20Open%20Cases%20-%20SP3%20Transition%20Memorandum%202.pdf>
- (3) OUSD(A&S) DPC CeB memorandum, "Purchase Card On Line System Data Mining Case Closure Non-compliance Ramifications – SP3 Transition Memorandum #5," December 20, 2018  
<https://www.acq.osd.mil/dpap/pdi/pc/docs/SmartPay3/Mandated%20Closure%20of%20Purchase%20Card%20on%20Line%20System%20Data%20Mining%20Open%20Cases%20-%20SP3%20Transition%20Memorandum%202.pdf>

Reference 1 indicated SmartPay®3 (SP3) successor accounts(s) should have transaction authority of \$1 until the Agency/Organization Program Coordinator validated closure of all SmartPay®2 (SP2) Purchase Card On Line System (PCOLS) Data Mining (DM) cases. Reference 2 mandated closure of all open PCOLS DM cases, valued at \$1,000.00 or greater over the past 18 months by December 21, 2018, and indicated Defense Pricing and Contracting/Contracting eBusiness (DPC/CeB) would release spreadsheets identifying these open cases. Now referred to as "PCOLS DM case adjudication Phase 1," the data associated with these spreadsheets cut off on September 15, 2018. In accordance with Reference 3, on January 7, 2019, DPC/CeB directed U.S. Bank to lower the Managing Account (MA) transaction authority to \$1 for each SP3 successor account with open SP2 Phase 1 DM cases.

As the attached "Ph 1-SP2 Closeout-DM tasker Status" shows, components have taken tremendous initiative in closing the preponderance of these Phase 1 open cases. Phase 1 was initiated with a total of 6,716 open cases. As of April 5, 2019, with the exception of 149 Army, 11 U.S. Pacific Command, and 2 Defense Media Activity DM cases, 100% of Phase 1 cases have been closed.

Reference 2 also required continued timely disposition all current PCOLS cases. The attached "Phase 2 – SP2 Closeout – DM Tasker – April 2019" spreadsheet contains an additional 980 unadjudicated PCOLS cases with transactions valued at \$1,000.00 or greater that posted after September 15, 2018. DPC requires closure of these Phase 2 cases on an electronic version of this spreadsheet within three weeks of the date of this memorandum. Upon memorandum signature, DPC will distribute the electronic version, which will include adjudication instructions. DPC will instruct U.S. Bank to reduce the associated SP3 Managing Account's transaction authority to \$1 for all cases remaining open past this suspense date, if not already reduced under Phase 1.

DPC/CeB will work with the bank to ensure pre-existing MA account thresholds are reinstated once all Phase 1 and Phase 2 cases past the suspense date are closed. No additional phases are anticipated.

DPC will be regularly scheduling calls with components within three weeks of memo signature to status Phase 1 and 2 of PCOLS DM case adjudications until all components are in compliance.

If you have any questions regarding this matter, my point of contact is Ms. Sheila McGlynn, DPC/CeB, 703-697-4402. [sheila.a.mcglynn.civ@mail.mil](mailto:sheila.a.mcglynn.civ@mail.mil).



LeAntha Sumpter  
Director, Contracting eBusiness

Attachments:  
As stated



## Phase 1 - SP2 Closeout - DM Status as of 4/5/2019

TBR	Component*	Number of Cases	Number Closed	Number Open	Percentage Open
57	USAF	2677	2677	0	0.00%
21	Army	3894	3745	149	3.83%
97/ ODAs					
1	DHA	9	9	0	0.00%
3	PACOM	11	0	11	100.00%
5	DFAS	2	2	0	0.00%
7	USUHS	35	35	0	0.00%
9	MDA	0	0	0	0.00%
10	DSA	0	0	0	0.00%
13	DSCA	9	9	0	0.00%
18	NGA	0	0	0	0.00%
20	WHS	34	34	0	0.00%
21	DISA	4	4	0	0.00%
26	DoDIG	1	1	0	0.00%
46	DeCA (46 and 47 combined)	8	8	0	0.00%
51	DLA	5	5	0	0.00%
52	DCMA	5	5	0	0.00%
65	DMA	2	0	2	100.00%
70	DHRA	3	3	0	0.00%
80	DTRA	7	7	0	0.00%
90	DMEA	0	0	0	0.00%
50 / 6	DoDEA (50 and 6 combined)	10	10	0	0.00%
ALL	DoD Total	6716	6554	162	2.41%

\*PCOLS waived organizations not included